

M.B.A. (Illrd Sem.) (FT) Examination, 2013

INTERNATIONAL FINANCIAL MANAGEMENT

Paper -

Time Allowed : Three Hours

Maximum Marks : 80

Note- Attempt section A and B both.

Section -A

Short Answer Type Questions

Note- Write any four questions, each carries 8 marks.

- Q. I. What is foreign exchange market? What are the determinants of foreign exchange rates. 8
- Q. II. What are the risks associated with financing of international projects? 8
- Q. III. Discuss the evolution of International financial system. 8
- Q. IV. What are the problems of a developing country in financing foreign trade? Also indicate possible ways out? 8
- Q. V. Do you agree that political risk is also a threat for any multinational company located in that country? 8
- Q. VI. Write a detailed note on Multinational Capital Budgeting. 8
- Q. VII. Explain concept of cost of capital. 8

- Q. VIII. What do you mean by short term assets and liabilities in the context of international financial management. 8

Section -B

Long Answer Type Questions

Note- Attempt any three questions, each carries sixteen marks.

- Q. IX. Write a note on Evolution of the international financial management. 16
- Q. X. What is foreign direct investment and what are the factors on the basis of which foreign investment decisions are taken. 16
- Q. XI. Describe the process of country risk analysis in International Business. 16
- Q. XII. When dollar (\$) is becoming weak in the foreign exchange market, what amendments you suggest in the capital structure of a multinational firm? 16
- Q. XIII. What problems do you think a businessman will face as a business is operating in two different exchange rates. Explain the measures of overcome these problems. 16